

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN INQUIRY OF BRACKEN COUNTY)	
WATER DISTRICT NO. 1 REGARDING)	
FURNISHING WATER SERVICE TO)	CASE NO. 92-394
COMMISSIONERS AND EMPLOYEES OF)	
THE DISTRICT AT A REDUCED RATE)	

O R D E R

On September 14, 1992, Bracken County Water District No. 1 ("Bracken County") filed a request to the Commission for permission to furnish the commissioners and employees of Bracken County water at a special, reduced rate. Bracken County stated that the charge would be at cost, 75 cents per 1,000 gallons.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

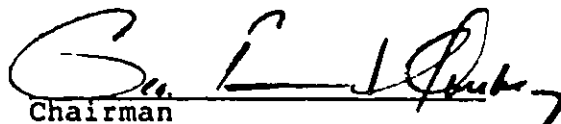
1. Employee concession service should not be allowed for public corporations such as water districts and water associations. Such publicly owned utilities have no shareholders to which the forgone revenues can be charged, which can only occur with investor-owned utilities.

2. Bracken County's request for approval for its commissioners and employees to receive water at a reduced rate should be denied.


IT IS THEREFORE ORDERED that Bracken County's request for approval to provide to its commissioners and employees water at a special, reduced rate be and it hereby is denied.

Done at Frankfort, Kentucky, this 8th day of October, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director